

# PROPOSED

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT  
MEDICAL ASSISTANCE PROGRAM  
STATE ARKANSAS

ATTACHMENT 4.19-B  
Page 1v

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES -  
OTHER TYPES OF CARE

Revised: July 1, 2004

---

4.c. Family Planning Services

Reimbursement is based on the lesser of the amount billed or the maximum Title XIX (Medicaid) charge allowed. Reimbursement rates (payments) shall be the same as ordered by the United States District Court for the Eastern District of Arkansas in the case of Arkansas Medical Society v. Reynolds.

**Reimbursement for the intrauterine device (IUD) is based on 100% of the manufacturer's list price as of July 1, 2003. Effective, July 1, 2004, the levonorgestrel releasing IUD is reimbursed based on 95% of the average wholesale price (AWP) as of April 1, 2004. At least biennially, the State Agency will negotiate with the affected provider group representatives to arrive at a mutually acceptable increase or decrease from the maximum rates for the IUDs. Market forces, such as private insurance rates, Medical and general inflation figures, changes in costs and changes in program requirements, will be considered during the negotiation process.**

# PROPOSED